STATE OF OREGON
DEPARTMENT OF CONSUMER AND BUSINESS SERVICES
DIVISION OF FINANCIAL REGULATION

In the Matter of: OVE SVEN ARVIDSON, *an individual,* and OVE ARVIDSON, INC., *dba* SKANDIA NORTHWEST INSURANCE *an Oregon corporation* Respondents.	Case No. INS-23-0065 ORDER TO CEASE AND DESIST, ORDERS REVOKING LICENSES AND ASSESSING CIVIL PENALTIES, AND CONSENT TO ENTRY OF ORDER

The Director of the Department of Consumer and Business Services for the State of Oregon ("Director"), acting in accordance with Oregon Revised Statutes ("ORS") chapters 731, 732, 733, 734, 735, 737, 742, 743, 743A, 743B, 744, 746, 748 and 750 ("Insurance Code") and ORS 183.430(2), and acting by and through the Division of Financial Regulation ("Division"), has determined that Ove Sven Arvidson ("Arvidson") and Ove Arvidson, Inc. (doing business as Skandia Northwest Insurance) (collectively "Respondents") have engaged in activities that violated the Insurance Code.

Respondents wish to resolve and settle this matter with the Director.

Now, therefore, as evidenced by the authorized signatures subscribed on this Order, Respondents hereby CONSENT to entry of this Order upon the Director's Findings of Fact and Conclusions of Law as stated hereinafter.

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FINDINGS OF FACT

The Director FINDS:

1. Arvidson has been licensed by the Division as an Oregon resident insurance producer since July 31, 1990. Arvidson's National Producer Number ("NPN") is 115494.

2. Arvidson is the principal of Skandia NW. From August 29, 2019 to August 31, 2023, Skandia NW was licensed in Oregon as a resident business entity insurance producer. Skandia NW's NPN is 19273264.

The 3RM Insurance Policies

3. On October 22, 2022, Arvidson bound two insurance policies through the insurance brokerage firm Hull & Company ("Hull"), on behalf of an Oregon corporation that will be identified for purposes of this Order as "Management Company". Management Company operates a restaurant located in Tigard ("the Restaurant").

4. On October 24, 2022, Arvidson and Management Company signed a premium finance agreement with NIC Premium Financing LLC ("NIC") to finance the premiums for the two insurance policies. The total premium for the two policies was to be $36,468.17, with a total combined down payment of $10,103.30. NIC financed the remaining $26,364.87, which Management Company was to repay in nine equal payments of $3,062.08. These payments, along with the down payment, were to be collected by Arvidson who would forward them on to Hull.

5. To make the down payment, Management Company made out two separate checks: The first, dated October 17, 2022, for $4,539.23 ("the 10/17/22 Check"); and the second, dated October 24, 2022, for $5,564.07 ("the 10/24/22 Check"). The checks were each made payable to Skandia NW.

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6. Arvidson deposited $2,961.23 from the 10/17/22 Check in Skandia NW's agency trust account ("the Skandia Agency Trust Account") and $1,578 in Skandia's business checking account ("the Skandia Business Checking Account") on October 17, 2022.

7. Arvidson deposited $2,107 from the 10/24/22 check in the Skandia Agency Trust Account and $3,457 in the Skandia Business Checking Account on October 24, 2022.

8. On October 26, 2022, Arvidson sent an email to NIC advising that he had received the funds for the down payment and attaching scanned copies of the 10/17/22 Check and the 10/24/22 Check as verification.

9. On October 26, 2022, NIC issued a check for $26,364.17 to Skandia NW. Arvidson deposited $23,864.87 from this check into Skandia's agency trust account, but did not forward any of the funds to Hull.

10. On December 27, 2022, Arvidson sent two cashier's checks to Hull using funds drawn from the Skandia Agency Trust Account—one for $3,240.30 and a second for $5,996.61. The memorandum lines on the checks each misstated the policy numbers of the two Management Company insurance policies; however, the cashier's checks appear to be a tardy effort to make a partial payment of the premium for the Management Company insurance policies.

11. On January 1, 2023, both of the Management Company insurance policies were cancelled for nonpayment. Arvidson did not notify Management Company of these cancellations.

12. On January 26, 2023, Management Company wrote a check payable to Skandia NW in the amount of $3,000 ("the 1/26/23 Check")—ostensibly one of the monthly payments to NIC described in paragraph 4 above. Arvidson deposited the 1/26/23 Check in Skandia's trust account, but did not forward payment to NIC.

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13. On March 15, 2023, Management Company wrote a check payable to Skandia NW in the amount of $8,000 ("the 3/15/23 Check")—again, ostensibly as partial repayment to NIC for financing the premium of the two Management Company insurance policies—which (unbeknownst to Management Company) had already been cancelled. Arvidson deposited the 3/15/23 Check in Skandia's trust account, but did not forward payment to NIC.

14. In total, Skandia NW received $21,103.30 from Management Company—none of which Arvidson actually used to pay the premium for the Management Company Insurance Policies or to repay NIC for financing the premium for the Management Company Insurance Policies.

15. Skandia repaid NIC the $26,364.17 in premium finance funds it had received from NIC on September 15, 2023, after the Division contacted Arvidson about the investigation giving rise to this Order.

Skandia Agency Trust Account Activities

16. As was discussed in Paragraph 9, above, Arvidson deposited $23,864.87 from NIC in the Skandia Agency Trust Account on October 26, 2022. This money was intended to finance the premiums for Management Company's insurance policies. At the time of the deposit, the Skandia Agency Trust Account had a balance of $3,777.60. The deposit brought the balance to $27,642.47—most of which being funds that were intended to finance the premium for Management Company's Insurance Policies.

17. Between November 1, 2022 and November 30, 2022, Arvidson transferred $7,900 from the Skandia Agency Trust Account to the Skandia Business Checking Account in three transactions dated November 1, 2022 ($3,000); November 10, 2022 ($4,400); and November 28, 2022 ($500). These transfers were a substantial majority of the funds credited to the Skandia Business Checking Account in the month of November, 2022. In addition to these transfers, Arvidson withdrew $800 in cash from the Skandia Agency Trust

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Account in three transactions dated November 10, 2022 ($100); November 28, 2022 ($400); and November 30, 2022 ($300). On knowledge and belief, neither the transfers nor the withdrawals can be attributed to any specific work done or expense incurred by Skandia NW on behalf of its clients.

18. Between December 1, 2022 and December 31, 2022, Arvidson withdrew $2,100 in cash from the Skandia Agency Trust Account in five transactions dated December 9, 2022 ($200); December 14, 2022 ($1,000); December 22, 2022 ($200); December 27, 2022 ($200); and December 28, 2022 ($500). Arvidson made one further transfer of $1,000 to the Skandia Business Checking Account on December 5, 2022. Here again, the withdrawals and the transfer are not attributable to any specific work done or expense incurred by Skandia NW on behalf of its clients.

19. Between January 1, 2023, and January 31, 2023, Arvidson withdrew $3,300 in cash from the Skandia Agency Trust Account in ten transactions dated January 3, 2023 ($500); January 5, 2023 ($100); January 9, 2023 ($500); January 12, 2023 ($100); January 12, 2023 ($300); January 13, 2023 ($400); January 17, 2023 ($400); January 18, 2023 ($300); January 19, 2023 ($200); January 20, 2023 ($300); and January 26, 2023 ($200). In addition, on January 5, 2023 Arvidson transferred a further $100 to the Skandia Business Checking Account and $100 to Arvidson's personal checking account. These transactions reduced the balance of Skandia's Agency Trust account to $37.31. Here again, the withdrawals and the transfers are not attributable to any specific work done or expense incurred by Skandia NW on behalf of its clients.

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20. On January 30, 2023, Arvidson deposited the 1/26/2023 Check in the amount of $3,000 and described in paragraph 12 above, into the Skandia Agency Trust Account. This increased the balance of the Skandia Agency Trust Account to $3,037.31—with the result that nearly all of the funds in the Skandia Agency Trust Account as of January 30, 2023, were attributable to premium payments that Arvidson had collected from Management Company for insurance policies that had already been cancelled.

21. Between February 1 and February 28, 2022, Arvidson withdrew $2,037 in cash from the Skandia Agency Trust Account in six transactions dated February 3, 2023 ($400); February 7, 2023 ($100); February 8, 2023 ($500); February 9, 2023 ($300); February 13, 2023 ($500); and February 17, 2023 ($237). In addition to these withdrawals, Arvidson transferred $1,000 to Skandia's Business Checking Account in two transactions dated February 7, 2023 ($500) and February 10, 2023 ($500). Arvidson did not deposit any funds into the Skandia Agency Trust Account in February of 2023, with the result that—by the end of the month—the account's balance had dropped to $0.31. Here again, the withdrawals and the transfers are not attributable to any specific work done or expense incurred by Skandia NW on behalf of its clients.

22. From March 1, 2023 to March 6, 2023, the Skandia Agency Trust Account balance remained at $0.31. On March 6, 2023, Arvidson deposited $3,750 into the Skandia Agency Trust Account. On March 16, 2023, Arvidson deposited $8,000—the 3/15/2023 Check described in paragraph 13 above—into the Skandia Agency Trust Account. This brought the account balance to $11,750—the substantial majority of which again consisted of money Management Company had remitted to Arvidson to repay the premiums on insurance policies that had been cancelled at the beginning of January. On March 22, 2023 Arvidson transferred $900 into the Skandia Business Checking Account; made a second transfer consisting of another $900 into Arvidson's own personal bank account; and withdrew a further $200 in cash. Here again, the withdrawals and the transfers are not

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attributable to any specific work done or expense incurred by Skandia NW on behalf of its clients.

23. The Skandia Agency Trust Account had a balance of $9,750,31 on April 1, 2023. Between April 1, 2023, and April 30, 2023, Arvidson took $4,150 in cash withdrawals from the Skandia Agency Trust Account in six transactions dated April 5, 2023 ($250); April 6, 2023 ($100); April 10, 2023 ($1,000); April 18, 2023 ($800); April 24, 2023 ($1,000); and April 27, 2023 ($1,000). In addition to these withdrawals, Arvidson transferred $1,450 to the Skandia Business Checking Account in three transactions dated April 5, 2023 ($250); April 6, 2023 ($200); and April 21, 2023 ($1,000). Arvidson also transferred $450 to Arvidson's personal bank account in two transactions dated April 5, 2023 ($250) and April 6, 2023 ($200). Here again, the withdrawals and the transfers are not attributable to any specific work done for or expense incurred by Skandia NW on behalf of its clients.

24. On knowledge and belief, Arvidson used the funds withdrawn in cash from the Skandia Agency Trust Account to pay personal expenses.

25. On knowledge and belief, in addition to the funds directly transferred from the Skandia Agency Trust Account to the Skandia Business Checking Account, Arvidson deposited some of the funds withdrawn in cash from the Skandia Agency Trust Account into the Skandia Business Checking Account. As will be described in greater detail below, Arvidson used these funds—commingled with other funds in the account—for Skandia's business expenses and for Arvidson's own personal expenses.

Skandia Business Checking Account Activities

26. From October 1, 2022 to October 31, 2022, there were 110 transactions on Skandia's Business Checking Account. Seven of these transactions were deposits, totaling $13,457.48; a further eight were balance inquiries, and 29 were fees associated with the use of out-of-network ATMs. Of the remaining 66 transactions, 40 were cash withdrawals

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from ATMs, 29 of which were from an ATM at the Management Company Restaurant. The overall cash withdrawals totaled $4,641.99, with $3,087 being drawn from the ATM at the Management Company Restaurant.

27. From November 1, 2022 to November 31, 2022, there were 87 Transactions on Skandia's Business Checking Account. Eight of these transactions were deposits, totaling $9,025.29—including two transfers totaling $7,400 from the Skandia Agency Trust Account. A further four transactions were balance inquiries, and 18 were fees associated with the use of out-of-network ATMs. Of the remaining 57 transactions, 34 were cash withdrawals, totaling $8,718. Twenty of these cash withdrawals—totaling $2,700—were from the same ATM at the Management Company Restaurant.

28. From December 1, 2022 to December 31, 2022, there were 32 transactions on Skandia's Business Checking Account. Three of these transactions were deposits, including one transfer in the amount of $1,000 from Skandia's Agency Trust Account. In total, there were $1,750 worth of deposits in December. Four transactions were balance inquiries, and two were fees arising from the use of out-of-network ATMs. Of the remaining 23 transactions, 17 were cash withdrawals totaling $2,800.97.

29. From January 1, 2023 to January 31, 2023, there were 82 transactions on Skandia's Business Checking Account. 13 of these transactions were deposits, most of which appear to have been done in cash—and in increments of either $100 or $200—coming to a total of $2,090. 14 transactions were balance inquiries, and 19 were fees associated with the use of out-of-network ATMs. Of the remaining 36 transactions, 25 were cash withdrawals, coming to a total of $1,684.99. Thirteen of these cash withdrawals—totaling $1,079—were from the ATM in the Management Company Restaurant.

30. From February 1, 2023 to February 28, 2023, there were 98 transactions on Skandia's Business Checking Account. Nine of these transactions were deposits, totaling $2,330. $1,000 of this total were funds directly transferred from the Skandia Agency Trust

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Account. All but one of the remaining deposits appear to have been made in cash over the course of the month. 23 of the remaining transactions were balance inquiries, 26 were fees associated with the use of out-of-network ATMs, and four related to Non-Sufficient Funds fees. Of the remaining 36 transactions, 23 transactions—totaling $2,168—were cash withdrawals from ATMs. 22 of those 23 cash withdrawals—totaling $2,068—were from the ATM in the Management Company Restaurant.

31. From March 1, 2023 to March 31, 2023, there were 67 total transactions on Skandia's Business Checking Account. Eight of the transactions were deposits, totaling $3,650—including $900 transferred from the Skandia Agency Trust Account. Eighteen of the transactions were balance inquiries; eleven transactions were for fees relating to the use of out-of-network ATMs; and one transaction was an NSF fee. Of the remaining 36 transactions, 20 were cash withdrawals from ATMs—totaling $2,238.99. Five of these cash withdrawals—totaling $1,193—were from the ATM in the Management Company Restaurant.

32. From April 1, 2023 to April 30, 2023, there were 135 total transactions on Skandia's Business Checking Account. 11 of these transactions were deposits, totaling $5,491. Three of these deposits—totaling $1,450—were transfers from the Skandia Agency Trust Account. Of the remaining 124 transactions, 21 were balance inquiries; 38 were fees relating to the use of out-of-network ATMs; and one transaction was an NSF fee. Of the remaining 64 transactions, 39 were cash withdrawals totaling $5,012.95. Nineteen of these withdrawals—totaling $1,977.00—were from the ATM in the Management Company Restaurant.

Arvidson's Gambling Activities

33. In an email dated October 4, 2023, Arvidson admitted that, between October 2022 and December 2022, he used the Skandia Business Checking Account to play the Oregon lottery.

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34. As was described in Paragraphs 14 through 23 above, the Division's investigation showed that Arvidson made transfers into the Skandia Business Checking Account from the Skandia Agent Trust Account. These transfers do not appear to relate to any specific expenditures from the Skandia Business Checking account on behalf of Skandia's business clients.

35. In several instances the investigation showed that Arvidson transferred funds out of the Skandia Agency Trust Account and into the Skandia Business Checking Account that were specifically intended for other purposes. These include:

(a) The funds provided by Management Company through the 10/17/22 Check, which were intended to be forwarded to Hull as part of the downpayment for the Management Company Insurance Policies;

(b) The funds provided by Management Company through the 10/24/22 Check, which were intended to be forwarded to Hull as part of the downpayment for the Management Company Insurance Policies;

(c) The funds provided by NIC on October 26, 2022, which were intended to be forwarded to Hull to finance the premium for the Management Company Insurance Policies;

(d) The funds provided by Management Company through the 1/26/2023 Check, which were intended to be forwarded to NIC to repay the premium for the Management Company Insurance Policies; and

(e) The funds provided by Management Company through the 3/16/2023 Check, which were intended to be forwarded to NIC to repay the premium for the Management Company Insurance Policies.

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36. The Division's investigation also showed that from at least October of 2022 through March of 2023, Arvidson made frequent cash withdrawals from the Skandia Business Checking Account. A large proportion of these withdrawals were taken from the same ATM, located at the Management Company Restaurant.

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37. The Division's investigation showed that Arvidson frequented the Management Company Restaurant for the purpose of playing video poker on Oregon lottery video poker machines located at the Management Company Restaurant. On knowledge and belief, Arvidson's gambling activities continued until at least March of 2023.

38. On knowledge and belief, many of the cash withdrawals from the Skandia Agency Trust Account and the Skandia Business Checking Account were used for the purpose of playing video poker at the Management Company Restaurant and other locations. In addition, many of the transfers from the Skandia Agency Trust Account into the Skandia Business Checking Account were for the purpose of replenishing the Skandia Business Checking Account after it was depleted through cash withdrawals.

Arvidson and Skandia NW's Move

39. Beginning in August 10, 2019, Arvidson used his long-time residence in Tigard ("the Tigard Residence") as the business address for Skandia.

40. In December of 2022, Arvidson and his wife sold the Tigard Residence and moved to a residence in King City ('the King City Residence").

41. Arvidson did not timely notify the Division of this move, and kept the Tigard Residence as Skandia's business address of record.

CONCLUSIONS OF LAW

The Director CONCLUDES that:

Misappropriation and Conversion

42. ORS 744.074(1)(d) forbids any person from "withholding, misappropriating or converting any moneys or properties received" in the course of doing insurance business.

43. Respondents violated ORS 744.074(1)(d) in five instances as follows:

(a) By appropriating for personal use the funds provided by Management Company through the 10/17/22 Check, which was intended to be forwarded to Hull as part of the downpayment for the Management Company Insurance Policies;

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(b) By appropriating for personal use the funds provided by Management Company through the 10/24/22 Check, which were intended to be forwarded to Hull as part of the downpayment for the Management Company Insurance Policies;

(c) By appropriating for personal use the funds provided by NIC on October 26, 2022, which were intended to be forwarded to Hull to finance the premium for the Management Company Insurance Policies;

(d) By appropriating for personal use the funds provided by Management Company through the 1/26/2023 Check, which were intended to be forwarded to NIC to repay the premium for the Management Company Insurance Policies; and

(e) By appropriating for personal use the funds provided by Management Company through the 3/16/2023 Check, which were intended to be forwarded to NIC to repay the premium for the Management Company Insurance Policies.

Fraudulent and Dishonest Practices

44. ORS 744.074(1)(h) forbids any person from employing "fraudulent, coercive or dishonest practices" in the insurance business.

45. Respondents violated ORS 744.074(1)(h) in five instances as follows:

(a) By representing to 3RM that the funds provided by Management Company through the 10/17/22 Check would be forwarded to Hull as part of the downpayment for the Management Company Insurance Policies;

(b) By representing to Management Company that the funds provided by Management Company through the 10/24/22 Check would be forwarded to Hull as part of the downpayment for the Management Company Insurance Policies;

(c) By representing to NIC that the funds provided by NIC on October 26, 2022 would be forwarded to Hull to finance the premium for the Management Company Insurance Policies;

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(d) By representing to Management Company that the funds provided by Management Company through the 1/26/2023 Check would be forwarded to NIC to repay the premium for the Management Company Insurance Policies, when in fact those policies had already been cancelled; and

(e) By representing to Management Company that the funds provided by Management Company through the 3/16/2023 Check would be forwarded to NIC to repay the premium for the Management Company Insurance Policies, when in fact those policies had already been cancelled.

Misappropriating Premiums

46. Pursuant to ORS 746.120, no person shall willfully collect any sum as premium or charge for insurance which is not then provided or is not in due course to be provided subject to acceptance of the risk by the insurer, under an insurance policy issued by an insurer in conformity to the Insurance Code.

47. Respondents violated ORS 746.120 in five instances by making personal use of the following sums collected as premiums:

(a) The funds provided by Management Company through the 10/17/22 Check, which were intended to be forwarded to Hull as part of the downpayment for the Management Company Insurance Policies;

(b) The funds provided by Management Company through the 10/24/22 Check, which were intended to be forwarded to Hull as part of the downpayment for the Management Company Insurance Policies;

(c) The funds provided by NIC on October 26, 2022, which were intended to be forwarded to Hull to finance the premium for the Management Company Insurance Policies;

(d) The funds provided by Management Company through the 1/26/2023 Check, which were intended to be forwarded to NIC to repay the premium for the Management Company Insurance Policies; and

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(e) The funds provided by Management Company through the 3/16/2023 Check, which were intended to be forwarded to NIC to repay the premium for the Management Company Insurance Policies.

Commingling Agency Trust Assets

48. ORS 744.083(1) and (2) require that all premium funds received by an insurance producer "be accounted for and maintained in a trust account separate from all other business and personal funds," and prohibits a producer from comingling or otherwise combining premiums with any other moneys.

49. Respondents violated ORS 744.083(1) and (2) by withdrawing premium funds from the Skandia Agency Trust Account and comingling such funds in the Skandia Business Checking Account, or otherwise using the funds for business or personal expenses, in 44 instances, as follows:

(a) Four transactions in November 2022, as described above in Paragraph 17;

(b) Six transactions in December of 2022, as described above in Paragraph 18;

(c) Twelve transactions in January of 2023, as described above in Paragraph 19;

(d) Eight transactions in February of 2023, as described above in Paragraph 21;

(e) Three transactions in March of 2023, as described above in Paragraph 22; and

(f) Eleven transactions in April of 2023, as described above in Paragraph 23.

Unreported Change of Address

50. ORS 744.068(4)(a) requires insurance producers to notify the Director within 30 days of any change of address.

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51. Respondents violated ORS 744.068(4)(a) by failing to timely report the change of Skandia's business address from Arvidson's Tigard Residence to Arvidson's King City Residence.

Authority for Licensing Action

52. Pursuant to ORS 744.074(1)(d), the Director may "place a licensee on probation or suspend, revoke or refuse to issue or renew an insurance producer license" for "[i]mproperly withholding, misappropriating or converting any moneys or properties received" in the course of the insurance business.

53. Respondents improperly withheld, misappropriated or converted money or property received in the course of their insurance business as described in Paragraph 42-43 above, thereby authorizing the Director to suspend or revoke Respondents' insurance producer licenses pursuant to ORS 744.074(1)(d).

54. Pursuant to ORS 744.074(1)(h), the Director may "place a licensee on probation or suspend, revoke or refuse to issue or renew an insurance producer license" for engaging in "fraudulent, coercive or dishonest practices" in the insurance business.

55. Respondents engaged in fraudulent, coercive or dishonest practices in the insurance business, as described in Paragraphs 44-45 above, thereby authorizing the Director to suspend or revoke Respondents' insurance producer license pursuant to ORS 744.074(1)(h).

Cease and Desist Authority

56. Pursuant to ORS 731.252(1), whenever the Director has reason to believe that any person has been engaged or is engaging or is about to engage in any violation of the Insurance Code, the Director may issue an order to discontinue or desist from such violation or threatened violation.

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Civil Penalties Authority

57. Pursuant to ORS 731.988(1), the Director may assess civil penalties in the amount of $1,000 per violation against any person who violates the Insurance Code.

ORDERS

Now therefore, the Director issues the following Orders:

Cease and Desist

58. As authorized by ORS 731.252(1), the Director ORDERS Respondents to CEASE AND DESIST from violating any provision of the Insurance Code or the administrative rules promulgated thereunder, including but not limited to engaging in any further fraudulent conduct described in this Order.

License Revocation

59. As authorized by ORS 744.074(1)(d) and (h), the Director hereby REVOKES Arvidson's Oregon resident insurance producer license.

60. As authorized by ORS 744.074(1)(d) and (h), the Director hereby REVOKES Skandia NW's Oregon resident business entity insurance producer license.

Civil Penalty Authority

61. As authorized by ORS 731.988(1), the Director hereby ORDERS that CIVIL PENALTIES be assessed against Arvidson and Skandia NW, jointly and severally, in the amount of $60,000 as follows:

(a) $5,000 for violating ORS 744.074(1)(d) in five instances, as described in Paragraphs 42-43 above;

(b) $5,000 for violating ORS 744.074(1)(h) in five instances, as described in Paragraphs 44-45 above;

(c) $5,000 for violating ORS 746.120, as described in Paragraphs 46-47 above;

(d) $44,000 for violating ORS 744.083(1) and (2), as described in Paragraphs 48-49 above; and

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(e) $1,000 for violating ORS 744.068(4)(a), as described in Paragraphs 50-51, above.

62. The Director hereby SUSPENDS payment of the $60,000 in civil penalties for a period of three years from the effective date of this Order, provided that Arvidson and Skandia NW comply with the following terms:

(a) Within 60 days of the effective date of this Order, Arvidson shall reimburse the Management Company in the amount of $21,103.30 and provide proof of this reimbursement to the Division; and

(b) For a period of three years following the effective date of this Order, Arvidson and Skandia NW shall commit no new violations of the Insurance Code or any rules adopted thereunder.

63. The suspended CIVIL PENALTIES will be waived three years from the effective date of this Order, provided Arvidson and Skandia NW have complied with the Order terms and have not committed any new violations of the Insurance Code. The failure of Arvidson or Skandia NW to fulfill any of the terms of this Order shall render the suspended penalties immediately due and payable.

64. This Order is binding upon Arvidson, Skandia NW, and their successors or assigns.

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65. This Order is a "Final Order" under ORS 183.310(6)(b). Subject to that provision, the entry of this Order does not limit other remedies that are available to the Director under Oregon law.

SO ORDERED this 5th day of June, 2024.

Andrew R. Stolfi, Director
Department of Consumer and Business Services

/s/ Dorothy Bean
Dorothy Bean, Chief of Enforcement
Division of Financial Regulation

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CONSENT TO ENTRY OF ORDER

I, OVE S. ARVIDSON, state that I have read the foregoing Consent Order and that I know and fully understand the contents hereof; that the factual allegations stated herein are true and correct; that I have been advised of my right to a hearing, and that I have been advised of my right to be represented by counsel in this matter; that I voluntarily consent to the entry of this Consent Order without any force or duress, expressly waiving any right to a hearing in this matter, as well as any rights to administrative or judicial review of this Consent Order; that I understand that the Director reserves the right to take further actions against me to enforce this Consent Order or to take appropriate action upon discovery of other violations of the Insurance Code by me; and that I will fully comply with the terms and conditions stated herein.

I understand that this Consent Order is a public document.

/s/ Ove S. Arvidson
Signature

State of Oregon

County of Washington

Signed or attested before me on this 3rd day of June, 2024 by Ove S. Arvidson.

/s/ Tristian Encinas
Notary Public

Division of Financial Regulation
Labor and Industries Building
350 Winter Street NE, Suite 410
Salem, OR 97301-3881
Telephone: (503) 378-4387

ENTITY CONSENT TO ENTRY OF ORDER

I, Ove S. Arvidson, state that I am an officer of OVE ARVIDSON, INC. (dba Skandia Northwest Insurance) and authorized to act on its behalf. I have read the foregoing Order and I know and fully understand the contents hereof. I have been advised of OVE ARVIDSON, INC.'s right to a hearing and right to be represented by counsel in this matter. OVE ARVIDSON, INC. voluntarily consents to the entry of this Order without any force or duress, expressly waiving any right to a hearing in this matter, as well as any rights to administrative or judicial review of this Order. OVE ARVIDSON, INC. understands that the Director reserves the right to take further actions against it to enforce this Order or to take appropriate action upon discovery of other violations of the Insurance Code by OVE ARVIDSON, INC. OVE ARVIDSON, INC. will fully comply with the terms and conditions stated herein.

OVE ARVIDSON, INC. understands that this Consent Order is a public document.

Signature: */s/ Ove S. Arvidson*

Position Held: President

State of Oregon

County of Washington

Signed or attested before me on this 3rd day of June, 2024

By Ove S. Arvidson

/s/ Tristian Encinas
Notary Public

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